



**LEKWA-TEEMANE LOCAL MUNICIPALITY
"NW396"**

**DRAFT MINUTES OF THE
SPECIAL COUNCIL MEETING
HELD ON TUESDAY 11TH JUNE 2019, AT 10H00, CHRISTIANA TOWN HALL.**

9.1. TABLING OF THE 2019/2020 to 2021/2022 ANNUAL BUDGET

- (i) That Council takes note that Section 24 of the Municipal Finance Management Act No.56 of 2003 requires of the Municipal Council to at least 30 days before the start of the budget year consider approval of the budget.
- (ii) That Council further takes note that it has considered all budget submissions, as well as views of the local community and that of the Provincial Treasury as prescribed by Section 23(1) of Municipal Finance Management Act.

Resolution 46/2019

- (a) That Council approves the Annual Budget for the 2019/2020 financial year and the multi-year and single-year and capital appropriations as follows:
 - Operating Revenue by source with an amount of R 305 343 736;
 - Operating Expenditure with an amount of R345 923 293;
 - Total Capital Expenditure with an amount of R18 318 000
- (b) That Council approves and adopts with effect from 1 July 2019 the following budget related policies, as set out in Annexures to the Budget respectively:
 - Travel and Subsistence Policy
 - Supply Chain management Policy
 - Tariff Policy
 - Virement Policy
 - Assets Management Policy
 - Budget Policy
 - Banking and Investment Policy
 - Credit Control Policy
 - Fraud and Anti-Corruption Policy
 - Petty Cash Policy
 - Delegation of Authority
 - Cost Containment Measures
 - Borrowing Policy
 - Rates Policy
- (c) That Council further approves the Budget Plan as tabled and same be monitored by Municipal Public Accounts Committee(MPAC)
- (d) That in order to give proper effect to the municipality's annual budget, the Council approves that:

- (i) Cash backing is implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.
 - (ii) The municipality is permitted to enter into long-term loans for the funding of the capital programmes in respect of the 2019/20 financial year limited to an amount of R5 Million per financial year of the MTREF in terms of Section 46 of the Municipal Finance Management Act.
 - (iii) The Municipal Manager be authorised to sign all necessary agreements and documents to give effect to the above lending programme
 - (iv) Strict cost containment measures be applied to ensure that non priority expenditure is avoided as well as unauthorised expenditure.
- (e) That Council approves increment of services charges rates with effect from the 01st of July 2019 as follows:
- Property rates 5.2%
 - Sewerage tariffs 5.2%
 - Refuse tariffs 5.2%
 - Water tariffs 5.2%
 - Electricity tariffs 6.84% in line with the NERSA guidelines.
- (f) That the Finance and Corporate Services Committee is tasked to convene a Special Council Committee and make recommendations to Council on the following:
- ✓ Expenditure on litigations
 - ✓ Contracted services (Printers, Jet-cleaning, etc)
 - ✓ Other services
 - ✓ Other materials
 - ✓ Inventory of electrical equipments
 - ✓ The current status of the Indigent Register including names of households not receiving free basic services
 - ✓ Renovation of Utlwanang Library
 - ✓ Status report of LED Projects.
 - ✓ Clarity on Community Safety budget.
- (g) That Council further takes note that Cllr van Biljon has exonerated herself from the Resolution No 46/2019 (a) to (f) above.


Cllr KGN Palagangwe
Mayor – LTLM

18/06/2019